Saskatchewan Milk Control Board

Update

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QUOTA EXCHANGE

The tenth butterfat Quota Exchange of the 2007-2008 dairy year was conducted on June 16, 2008. The market-clearing price established for the Unused Quota Exchange was **$54.00**. The market-clearing price established for the Used Quota Exchange was **$53.50.** The results of the June 2008 Quota Exchange are outlined in the following Tables.

The next monthly Quota Exchange for the 2007-2008 dairy year will be held on July 15, 2008. All offers to sell and bids to purchase quota through the Quota Exchange must be received at the Board office by midnight, July 6, 2008. The Board recommends that offers and bids be submitted well in advance of the deadline date to ensure adequate time for corrections, if necessary.

Just a reminder to producers that when making bids on the Quota Exchange, the price on offers to sell quota is the minimum price that the producer is prepared to accept for that quota. Only if the market-clearing price is equal to or greater than the producer's minimum price will that producer qualify for participation in the Exchange.

Conversely, the price on offers to purchase quota is the maximum price that the producer is prepared to pay for that quota. Only if the market-clearing price is equal to or less than the producer's maximum price will that producer qualify for participation in the Exchange.

The clearing price is set at the price where the smallest difference exists between the accumulated volume offered for sale and the accumulated volume bid to purchase.

UNUSED QUOTA EXCHANGE (per kilogram of butterfat)

Market Clearing Price per kilogram of butterfat	**$54.00**
Kilograms offered to Purchase	**2,300**
Kilograms offered to Sell	**18,746**
Kilograms sold	**2,300**
Number of Producers	
- offered to purchase	**2**
- purchased quota	**2**
- offered to sell	**8**
- sold quota	**2**

UNUSED QUOTA EXCHANGE

Price ($/kg b.f.)	No. of Sellers	Cumulative Sellers	Kgs b.f. offered for sale	Cumulative sales	Cumulative Sales less Cumulative purchases	Cumulative purchases	Kgs b.f. offered to purchase	Cumulative Buyers	No. of buyers
53.00	1	1	600	600	-1,700	2,300	0	2	0
54.00	**1**	**2**	**2,018**	**2,618**	**318**	**2,300**	**0**	**2**	**0**
54.90	1	3	1,200	3,818	1,518	2,300	0	2	0
55.00	2	5	573	4,391	2,091	2,300	1,300	2	1
57.00	2	7	10,355	14,746	13,746	1,000	1,000	1	1
60.00	1	8	4,000	18,746	18,746	0	0	0	0

USED QUOTA EXCHANGE (per kilogram of butterfat)

Market Clearing Price per kilogram of butterfat	**$53.50**
Kilograms offered to Purchase	**6,717**
Kilograms offered to Sell	**44,500**
Kilograms sold	**4,500**
Number of Producers	**-------**
- offered to purchase	**3**
- purchased quota	**2**
- offered to sell	**6**
- sold quota	**1**

USED QUOTA EXCHANGE

Price ($/kg b.f.)	No. of Sellers	Cumulative Sellers	Kgs b.f. offered for sale	Cumulative sales	Cumulative Sales less Cumulative purchases	Cumulative purchases	Kgs b.f. offered to purchase	Cumulative Buyers	No. of buyers
51.51	0	0	0	0	-6,717	6,717	1,500	3	1
53.50	**1**	**1**	**4,500**	**4,500**	**-717**	**5,217**	**0**	**2**	**0**
54.00	0	1	0	4,500	-717	5,217	3,217	2	1
55.00	2	3	24,000	28,500	26,500	2,000	2,000	1	1
59.75	1	4	7,000	35,500	35,500	0	0	0	0
60.00	2	6	9,000	44,500	44,500	0	0	0	0

BUTTERFAT PRODUCTION & COMPONENT PRICING May 2008

Butterfat production for May 2008 totalled approximately 730,400 kilograms. This was an increase of approximately 4.16% over May, 2007 shipments. **For the first ten months of the 2007-2008 dairy year, Saskatchewan's allocation of Total Production Quota totalled approximately 7,319,904 kilograms. In the first ten months, the province has shipped 98.72% of that amount.** Comparatively, for the same time frame in the 2006-2007 dairy year, the province shipped 98.52%.

WEIGHTED AVERAGE COMPONENT TESTS & PRICES MAY 2008

Components	Average Test	Price per kilogram Class 1 to 5
Butterfat	3.7114	$10.650996
Protein	3.3007	$ 7.650996
Other Solids	5.7171	$ 1.104307

Based on the average component tests for the province, the average price received was $71.0972 per hectolitre. **The average butterfat price received per kilogram was $19.16.** Over quota (4m) holdings are $1,923,827.81 for the first ten months of the 2007/2008 dairy year.

SASKATCHEWAN MILK POOL RESULTS MAY 2008

Milk Sale Revenue	$ 13,694,822.65
Western Milk Pool	$ 372,875.97
Dairy Farmers of Canada Skim Off	$ -19,057.34
Plant of Last Resort Service	$ -56,853.97
Total Pool Value	**$ 13,991,787.31**

UNALLOCATED TOTAL PRODUCTION QUOTA PENDING FOR AUGUST 1, 2008 (2008-2009 dairy year) IS ESTIMATED AT 0.29%

On June 1, 2008, the C.D.C. formula triggered a quota decrease of 0.37%. The Board has decided that this quota decrease will not be passed down to the producer level for the 2007-2008 dairy year.

Unallocated Total Production Quota Pending is the quota change being projected for the beginning of the new dairy year. This is the result of *pro-rata* quota allocations to producers during the current dairy year.

YEAR END QUOTA CALCULATIONS

Please be aware that all quota increases throughout the 2007-2008 dairy year (permanent and temporary) will be included in the Board's calculations to determine individual producer's 97% minimum quota maintenance requirement at dairy year end. The Board will base its calculations on your individual Total Production Quota in place as of May 30, 2008.

QUOTA SWAPPING – 2007-2008 DAIRY YEAR

A note to producers who are in an over quota situation, the Board is prepared to exempt you from the 15% quota swap maximum. To qualify, you must provide a letter to the Board requesting an exemption.

ACCOUNTING VALUES FOR CLASSES OF MILK JUNE 2008

	Butterfat ($/kg)	($ per hl. Skim milk)	
Class 1a	$5.3000	$64.33	
Class 1b	$5.3000	$64.33	
Class 1c	$5.3000	$54.30	
	Butterfat ($/kg)	**Protein ($/kg)**	**Other Solids ($/kg)**
Class 2	$7.3088	$5.4705	$5.4705
Class 3a	$7.3088	$12.7797	$0.8521
Class 3b	$7.3088	$12.5270	$0.8361
Class 4a, 4b, 4d & 4d(i)	$7.3088	$5.0721	$5.0721
Class 4a(i)	$7.3088	$3.0000	$3.0000
Class 4c	$7.3088	$4.3872	$4.3872
Class 4m	$0.00	$0.00	$0.00
Class 5a	$3.2965	$7.9378	$0.1434
Class 5b	$3.2965	$2.4201	$2.4201
Class 5c	$3.7519	$2.4201	$2.4201
Class 5d	**As determined by**	**the CDC**	

QUOTA MANAGEMENT TABLE

Please find enclosed your quota management results for May, 2008. This Table indicates the percentage of each producer's quota allocation utilized as well as the kilograms of butterfat produced by these shipments.

For the 2007-2008 dairy year, the Board will continue to provide these results on a monthly basis. We hope this information will assist producers with their management decisions regarding the utilization of their butterfat quota. If you have any questions, please contact our office.

QUOTA LISTING SERVICE

The Board offers a free quota listing service as part of its Newsletter. Anyone wishing to sell or purchase quota and/or cows, or swap quota is welcome to contact the Board office at (306) 787-5319. All prices and negotiations will be independent of the Milk Control Board.

Quota &/or Cows for Sale

- Quota for sale. Contact Elmer or Elsie Gerbrandt @ (306) 773-5618
- Cows and quota for sale. Contact Ashley Duff @ (306) 783-6896
- Quota for sale. Approximately 32,000 kilograms. Contact Dan Hazell @ Glenacre Holsteins. Phone (306) 224-4850. Fax (306) 224-4909.
- Quota for sale. Contact Kevin at (306) 549-2129.

- Approximately 24,000 kilograms of butterfat. Holstein cows, heifers, calves and bulls. Take possession August 1, 2008. Contact Clara Ollenberger at (306) 753-2747 or cell phone (306) 753-7767.

- Cows and quota for sale. Contact Ferch Farms at (306) 736-2205.

- Quota for sale with a transfer date of August 1, 2008 (approximately 21,033 kilograms) Contact Melanie @ (306) 764-7865.

- Cows and quota (approximately 40,000 kilograms). Please contact Ken Schmidt @ (306) 374-8980

- Quota for sale – contact Fred or Anne Monchuk at (306) 365-4750.

- Bred heifers for sale – contact Danny at Box Elder Colony – (403) 502-9997

- Lloyetta Holsteins have sold their cows and quota November 2007. We have kept our home bred heifers and have purchased some quality heifers. Many heifers have deep pedigrees from popular bulls such as Goldwyn, Final Cut, Sept. Storm, FBI, Titanic, Jasper and others. We also have some very nice Grade heifers due in early 2008. We have a total of 100 heifers and feel we can meet your cattle needs. The heifers will start calving in January 2008 and we will have springing heifers thru 2008 and 2009. We have breeding age bulls and younger for sale, most from VG dams with high production. Call Lloyd & Loretta Sawatzky, Box 58, RR #4, Saskatoon at (306) 239-4818 or Cell (306) 281-2247.

Want to Swap in Quota

- Ken Lischka would like to swap in quota. Phone (306) 487-2672 or (306) 487-3250

- Harry Martens would like to swap in quota. Phone (306) 239-4902 or cell (306) 222-0322

- Henry Wiebe would like to swap in quota. Phone (306) 225-4681.

- Ford Dairy Farms would like to swap in quota. Contact Margaret at (306) 782-7240

- Keith Thoner would like to swap in quota. Phone (306) 259-2171

- Robert Coghill would like to swap in quota. Phone (306) 699-7237

- Hodgeville Colony would like to swap in quota. Dairy cows and heifers for sale. Contact Paul at (306) 677-2232 Extension 6315

- Earview Colony would like to swap in quota. Contact David at (306) 672-3516

Want to Swap out Quota

- Sheldon Peifer would like to swap out quota. Phone (306) 862-9470.

- Clashdon Holsteins would like to swap out quota. Contact Alvin or Donna Bohn at (306) 697-3192.

- Holstein Haven would like to swap out quota. Contact Bob at (306) 228-2921 or (306) 228-8598

- Wheatland Colony would like to swap out quota. Phone (306) 587-2458 Ext. 109

- Jim Gorrill would like to swap out quota. Phone (306) 725-4828.

- Kevin Flath would like to swap out quota. Phone (306) 549-2129

Wanted to purchase

- Holstein bull calves. Will pick up on-farm. Call for competitive pricing. Call Dan at (403) 635-1415.

Miscellaneous For Sale

- 16 Waikato milk meters $250 each; 5,000 gallon new Delaval bulk tank, made in U.S.A. $50,000. Contact Corman Holsteins (306) 933-4608

- 2002 Tubeline Bale Wrapper and a dismantled 25/90 Harvestorg Silo. Call David Slykhuis @ (306) 453-2878 in Carlyle, SK

- DeLaval I.D. Transponders, Neck belts, neck belt numbers. Call Chad at (306) 598-2054.

- 2000 gallon Delaval tank. Call James Hein (306) 365-3209

MILK CONTROL BOARD MEMBERS

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For further information, please contact the Saskatchewan Milk Control Board office.

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